

COMPUTER SERVICES, INC.
CONSOLIDATED STATEMENTS OF CASH FLOWS
FY2011 - FY2021
(Unaudited)

(in thousands)

YEARS ENDED FEBRUARY 28 AND 29,	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Operating Activities											
Net income	\$ 55,404	\$ 52,846	\$ 47,027	\$ 39,176	\$ 30,921	\$ 29,140	\$ 27,839	\$ 26,656	\$ 25,839	\$ 25,506	\$ 24,016
Depreciation	8,931	8,737	8,224	7,439	7,234	7,209	7,313	7,543	7,058	5,786	5,976
Amortization	15,231	11,980	10,625	8,883	8,255	7,815	7,263	7,981	7,874	7,743	8,248
Amortization of right of use assets	2,295	2,498	-	-	-	-	-	-	-	-	-
Gain from reduction in earn-out provision related to acquisition	-	-	-	-	-	-	-	-	-	(2,000)	-
Restricted stock expense	1,891	3,188	2,400	1,267	1,153	1,566	1,233	1,316	1,266	1,199	1,001
Stock-based compensation expense	570	435	340	314	313	311	257	181	-	-	-
Impairment loss on intangible asset	-	-	-	25	-	-	180	-	-	-	-
Impairment loss on asset available for resale	-	-	-	-	-	-	193	-	-	-	-
(Gain)/loss on sale of property and equipment	3	(34)	140	29	19	7	53	52	64	13	57
(Gain)/loss from equity investment	(37)	(57)	(4,093)	-	-	-	-	-	-	-	-
Tax benefit of restricted stock vested	-	-	-	-	19	142	119	178	353	266	114
Tax benefit of restricted stock forfeited	-	-	-	-	-	-	3	-	-	-	-
Deferred income taxes	4,920	5,244	3,418	(5,421)	1,619	3,417	1,411	964	1,806	4,256	3,378
Changes in operating assets and liabilities											
Accounts receivable	(4,230)	(258)	(7,206)	(2,183)	(134)	(2,323)	265	(3,998)	(647)	203	409
Income tax receivable	420	315	2,185	(2,730)	(1,043)	2,915	(2,455)	259	1,647	(402)	(2,042)
Prepaid expenses and other current assets	(409)	(814)	6,638	(963)	(946)	(866)	96	(5,269)	(637)	403	(505)
Right of use asset/lease liabilities	(2,337)	(2,182)	-	-	-	-	-	-	-	-	-
Other assets	(2,439)	(259)	24,094	1,674	1,123	428	(2,224)	308	617	212	(442)
Accounts payable and accrued expenses	1,136	(679)	(11,085)	(879)	(1,218)	(3,725)	(2,910)	234	(3,458)	(461)	(1,229)
Deferred revenue	1,547	(2,660)	3,989	(431)	2,031	(1,051)	(167)	139	(759)	2,979	312
Deferred contract liabilities	12,021	13,944	27,803	-	-	-	-	-	-	-	-
Deferred contract assets	(28,226)	(29,370)	(55,850)	-	-	-	-	-	-	-	-
Internally developed software	(2,982)	(1,532)	(2,807)	(345)	-	-	-	-	-	-	-
Income tax payable	-	-	-	-	-	-	-	-	-	-	(895)
Other liabilities	(1,853)	(1,967)	(521)	630	304	79	81	81	79	80	135
Net cash from operating activities	61,856	59,375	55,321	46,485	49,650	45,064	38,550	36,625	41,102	45,783	38,533
Investing Activities											
Proceeds from sale of property and equipment	-	38	-	-	42	6	389	9	46	15	236
Purchase of property and equipment	(7,545)	(12,286)	(12,784)	(9,090)	(8,030)	(8,794)	(5,766)	(7,794)	(10,565)	(7,066)	(6,605)
Purchase of software and software licenses	(17,432)	(8,581)	(5,381)	(11,540)	(5,690)	(11,126)	(6,030)	(5,636)	(10,506)	(3,331)	(10,360)
Purchase of subsidiary, net of cash received	-	-	-	-	-	-	-	-	-	(13,943)	(3,513)
Purchase of intangibles	-	-	-	-	(387)	-	-	(198)	-	-	-
(Purchase)/sale of equity investment	37	1,050	4,601	-	-	-	-	-	-	(1,000)	(500)
Net cash used in investing activities	(24,940)	(19,779)	(13,564)	(20,630)	(14,065)	(19,914)	(11,407)	(13,619)	(21,025)	(25,325)	(20,742)
Financing Activities											
Proceeds from issuance of long-term debt	-	-	-	-	-	-	9,000	35,500	9,000	7,000	13,492
Payments on long-term debt	-	-	-	-	-	-	(9,007)	(35,560)	(9,155)	(10,963)	(18,680)
Dividends paid	(53,004)	(21,600)	(18,650)	(16,481)	(14,852)	(13,271)	(10,769)	(8,685)	(22,498)	(6,890)	(5,998)
Purchase of common stock	(7,819)	(3,895)	(6,783)	(3,046)	(3,387)	(6,034)	(5,277)	(13,242)	(5,068)	(4,692)	(6,451)
Tax withholding related to share-based compensation	(804)	(545)	(432)	(219)	(191)	(297)	(319)	(440)	(535)	-	-
Proceeds from the exercise of stock options, net	-	-	-	-	-	-	-	-	164	74	92
Net cash used in financing activities	(61,627)	(26,040)	(25,865)	(19,746)	(18,430)	(19,602)	(16,372)	(22,427)	(28,092)	(15,471)	(17,545)
Net change in cash	(24,711)	13,556	15,892	6,109	17,155	5,548	10,771	579	(8,015)	4,987	246
Cash, beginning of year	70,109	56,553	40,661	34,552	17,397	11,849	1,078	499	8,514	3,527	3,281
Cash, end of year	\$ 45,398	\$ 70,109	\$ 56,553	\$ 40,661	\$ 34,552	\$ 17,397	\$ 11,849	\$ 1,078	\$ 499	\$ 8,514	\$ 3,527